

**Postsecondary Education
University of Kentucky**

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	303,070,800	327,246,200	336,669,900	318,113,200	315,764,700
Other	11,231,400				
Total General Fund	314,302,200	327,246,200	336,669,900	318,113,200	315,764,700
Restricted Funds					
Current Receipts	1,184,527,400	1,238,551,300	1,298,127,600	1,238,551,300	1,298,127,600
Total Restricted Funds	1,184,527,400	1,238,551,300	1,298,127,600	1,238,551,300	1,298,127,600
Federal Funds					
Current Receipts	166,028,000	171,613,900	177,404,300	171,613,900	177,404,300
Total Federal Funds	166,028,000	171,613,900	177,404,300	171,613,900	177,404,300
TOTAL SOURCE OF FUNDS	1,664,857,600	1,737,411,400	1,812,201,800	1,728,278,400	1,791,296,600
EXPENDITURES BY CLASS					
Personnel Cost	897,695,400	934,322,100	972,800,400	928,103,800	959,213,000
Operating Expenses	601,027,600	627,348,800	654,944,600	635,177,800	671,763,900
Grants, Loans or Benefits	77,859,200	88,965,500	101,953,900	78,059,200	78,059,200
Debt Service	33,025,000	31,138,900	26,461,800	31,687,200	27,010,100
Capital Outlay	55,250,400	55,636,100	56,041,100	55,250,400	55,250,400
TOTAL EXPENDITURES	1,664,857,600	1,737,411,400	1,812,201,800	1,728,278,400	1,791,296,600
EXPENDITURES BY FUND SOURCE					
General Fund	314,302,200	327,246,200	336,669,900	318,113,200	315,764,700
Restricted Funds	1,184,527,400	1,238,551,300	1,298,127,600	1,238,551,300	1,298,127,600
Federal Funds	166,028,000	171,613,900	177,404,300	171,613,900	177,404,300
TOTAL EXPENDITURES	1,664,857,600	1,737,411,400	1,812,201,800	1,728,278,400	1,791,296,600
EXPENDITURES BY UNIT					
Benchmark Funding				4,448,800	6,777,400
Instruction	267,915,900	304,861,700	344,595,500	267,915,900	267,915,900
Research	275,050,200	311,996,000	351,729,700	280,636,100	286,426,500
Public Service	196,417,200	196,417,200	196,417,200	196,417,200	196,417,200
Libraries	21,849,300	21,849,300	21,849,300	21,849,300	21,849,300
Academic Support	65,927,000	65,927,000	65,927,000	65,927,000	65,927,000
Student Services	21,397,400	21,397,400	21,397,400	21,397,400	21,397,400
Institutional Support	78,338,700	78,338,700	78,338,700	78,338,700	78,338,700
Operation and Maintenance of Plant	49,836,100	49,836,100	49,836,100	49,836,100	49,836,100
Scholarships and Fellowships	77,859,200	77,859,200	77,859,200	78,059,200	78,059,200
Mandatory Transfers	19,863,000	18,525,200	13,848,100	18,525,200	13,848,100
Auxilliary Enterprises	122,256,100	122,256,100	122,256,100	122,256,100	122,256,100
Hospitals	468,147,500	468,147,500	468,147,500	522,171,400	581,747,700
TOTAL EXPENDITURES	1,664,857,600	1,737,411,400	1,812,201,800	1,727,778,400	1,790,796,600

The University of Kentucky (UK) is a comprehensive, land grant institution located in Lexington, Kentucky. Founded in 1865 under the provisions of the Morrill Land-Grant Act, the University began as part of Kentucky University. In 1878, the

Agricultural and Mechanical College was separated from Kentucky University and re-established on land given by Lexington and Fayette County. To provide a separate campus for the new institution, Lexington donated its 50-acre fairground and park, and along with Fayette County, helped construct the buildings. Thirty years later the name was changed to State University, Lexington, Kentucky, before eventually becoming the University of Kentucky in 1916.

As noted in its Campus Action Plan for 2005-2010, the University of Kentucky's goal, mandated by House Bill 1, is to be a major comprehensive research institution ranked nationally in the top 20 public universities.

To advance this agenda, UK's programs have a strong liberal arts and sciences undergraduate core preparing students to live and work in a global society. It offers a comprehensive array of baccalaureate, master's, specialist, and doctoral degree programs consistent with a flagship institution's statewide mission. It also maintains professional programs in dentistry, law, medicine, pharmacy, architecture, engineering, education, and social professions. The graduate and postdoctoral programs emphasize areas supporting statewide economic and community development and are consistent with a nationally-recognized public research university.

UK's programs include innovative post-baccalaureate certificate, master's, and doctoral programs that meet 21st century public needs in traditional and emerging multidisciplinary fields. UK maintains a state leadership role in delivering doctoral education, including collaborative and joint doctoral programs with other Kentucky postsecondary institutions to address state needs. Distinctive educational experiences include service learning, international education, opportunities for discovery-based learning, living-learning communities, and undergraduate research.

UK has selective to highly selective admissions with a commitment to recruiting a diverse, well-qualified undergraduate and graduate student body. It serves the needs of traditional, nontraditional, and transfer students seeking baccalaureate and advanced degrees, and recruits students nationally and internationally to increase intellectual capital and diversity.

The University of Kentucky's priorities for action include basic, applied, and translational research as one of only seven universities in the United States with schools of agriculture, engineering, law, medicine, and pharmacy on a single campus. UK emphasizes research and creativity in areas of identified strength and opportunity, as well as in emerging fields essential to the development of a knowledge-based economy in Kentucky and beyond. This requires significant extramural support and a broad array of doctoral programs, consistent with the nation's top-20 research universities. UK focuses on programs in health and life sciences, computer science and engineering, cultural and international studies, public policy and human services, business and economics, energy and the environment, and the arts. It also conducts research and outreach supporting the improvement of P-20 and adult education systems with a special emphasis on literacy.

UK drives statewide economic development by preparing a highly educated workforce, conducting grant and contract-funded research, and transferring research and technological innovations to the marketplace. It assures Kentuckians high-quality health care by promoting access to the highest level of appropriate care possible within the facilities of local communities and developing advanced subspecialty programs of national stature at the academic medical center. UK engages the university community and its partners in fostering economic well being and quality of life for Kentuckians in its designated area of geographic responsibility, in regions facing significant economic and health-related challenges, throughout the Commonwealth, and, as the state's flagship institution, beyond its borders to the nation and world.

Policy

The Governor's budget recommendation includes \$4,448,800 in fiscal year 2007 and \$6,777,400 in fiscal year 2008 from the General Fund for a base budget increase allocated from the benchmark funding formula.

The Governor's budget recommendation includes \$7,075,000 in fiscal year 2008 from the General Fund in the Council on Postsecondary Education's budget for debt service for a capital project in Part II of the Executive Appropriations Bill.

The Governor's recommended budget includes an additional \$200,000 each fiscal year from General Fund Coal Severance funds to support scholarships to increase the number of Mining Engineering students and graduates from the University. This effort supports the increased demand for mining engineers in the Kentucky coal industry.

Additional General Fund in the amount of \$1,000,000 in fiscal year 2007 and \$2,000,000 in fiscal year 2008 is provided in the Council on Postsecondary Education's (CPE) budget for Research Support purposes at the University. These funds will be used to recruit and retain prominent research faculty. The funds may be used for start-up costs, salaries, and travel. This represents two-thirds of the additional funding for recurring Research Support in the CPE budget.

Additional General Fund in the amount of \$4,000,000 in fiscal year 2008 is provided in the Council on Postsecondary Education's budget for nonrecurring Research Support activities. This funding will support laboratory renovations and equipment purchases in designated priority areas and will support research initiatives that address regional or statewide needs. The funds are intended to contribute to the generation of federal and extramural research and development expenditures, foster increased innovation and opportunities for commercialization, and stimulate business development at